GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:2826
ANSWERED ON:17.12.2004
IRREGULARITIES IN BANK OF MAHARASHTRA
Chakraborty Shri Ajay

Will the Minister of FINANCE be pleased to state:

to the answer given to USQ,No.3970 on August 22, 2003 and state:

(a) whether the report of the sub-committee has been submitted to the Government;

(b)if so, the details of the findings of the report and the action taken thereon;

(c) if not, the reasons for the delay in submitted the report;

(d) whetlier the Special Investigation Team of RBI has been directed to consider terms of reference of the Sub-Committee referred to above and submit the report within a specified period; and

(e) if so, the details thereof?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI S.S. PALANIMANICKAM)

(a)&(b):Yes, Sir. The Sub-committee of the Board appointed by the Board of Directors of Bank of Maharashtra has submitted its report and has found certain lapses in the internal control mechanism, promotion of officials against whom lapses were identified and delay in taking action against the concerned staff. Further, staff accountability in respect of all the cases assigned to the Committee have been examined and suitable disciplinary action has been initiated. Of the 33 cases examined by the sub-committee, 8 cases have been referred to the Central Vigilance Commission and of these 8 cases, 6 have also been reported to Central Bureau of Investigation. The bank has investigated most of the accounts and action has been initiated against erring officials as per the rules

(c) to (e): Do not